

SENATE BILL NO. 249—SENATORS GOICOECHEA AND HARDY

MARCH 11, 2015

Referred to Committee on Government Affairs

SUMMARY—Revises provisions relating to local financial administration. (BDR 31-1023)

FISCAL NOTE: Effect on Local Government: No.  
Effect on the State: No.

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EXPLANATION – Matter in *bolded italics* is new; matter between brackets ~~omitted material~~ is material to be omitted.

AN ACT relating to local government financial administration; reducing the time in which a person who is owed certain money by a county may make a demand for payment; and providing other matters properly relating thereto.

**Legislative Counsel’s Digest:**

1 Existing law provides that a person who is owed money by a county and who  
2 fails or neglects to demand payment of the money within 2 years is disallowed from  
3 collecting the amount owed unless, within 6 years after the initial 2-year period, the  
4 person makes a demand for payment. (NRS 354.190) This bill shortens from 6  
5 years to 1 year the period within which a person owed a debt by a county, whose  
6 claim has been disallowed due to failure or neglect to demand payment within 2  
7 years, may be reallocated to collect such a debt upon making a demand.

THE PEOPLE OF THE STATE OF NEVADA, REPRESENTED IN  
SENATE AND ASSEMBLY, DO ENACT AS FOLLOWS:

1 **Section 1.** NRS 354.190 is hereby amended to read as follows:  
2 354.190 1. When there shall be in the general, contingent,  
3 indigent sick or road fund of a county any sum of money which has  
4 been in the fund for the term of 2 years or more by reason of the  
5 failure or neglect of the owner of such indebtedness to demand  
6 payment of the same, such sum of money shall be applied to the  
7 payment of the more recent indebtedness of the county payable out  
8 of such fund.  
9 2. If the owner of such allowance shall demand such sum of  
10 money within ~~6 years~~ *1 year* from the date of the original



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1 allowance of such sum of money, and after such sum of money has  
2 been so applied, the board of county commissioners may again  
3 allow the demand for the amount originally allowed, without  
4 interest, and no more, and any such demand so reallocated shall be  
5 paid in the order of its reallocation out of the fund originally  
6 accountable therefor, if such fund exists. If no such fund exists at  
7 the time, then such demand shall be paid in the order of its  
8 reallocation out of the county general fund.

9 3. Should the payment of such sum of money not be demanded  
10 within ~~6 years~~ *1 year* from and after the original allowance of such  
11 demand, then such indebtedness shall not be reallocated by the board  
12 of county commissioners and the payment thereof shall be forever  
13 barred.

14 4. Nothing in this section shall be so construed as to affect or  
15 repeal any law providing for the redemption or funding of the  
16 indebtedness of any county.

17 **Sec. 2.** This act becomes effective on July 1, 2015.

